



State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

Michael O. Leavitt Governor David T. Terry Director 675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 801-538-5100 801-355-0922 (Fax) http://www.trustlands.com

April 26, 1999

Wildlife Resources 1594 West North Temple Salt Lake City, Utah 84114

Attn: John F. Kimball Jr., Director

Joe Valentine, Development

Re: Notice of Intent to Commence a Small Placer Mining Operation, Pine Creek, Wayne

County, Utah, Section 32, T. 29 S., R. 3 E., SLB&M, Metalliferous Minerals ML 48081,

DOGM Filed file # S/055/018.

Gentlemen:

On April 23, 1999, I spoke with Mr. Valentine concerning the above referenced notice which has been submitted to the School and Institutional Trust Lands Administration (the "Trust Lands Administration") and the Division of Oil, Gas and Mining ("DOGM") by Mr. Richard Coleman. Mr. Colman currently holds a metalliferous minerals lease (ML 48081), issued by the our agency on September 30, 1998, which grants Mr. Coleman the rights to mine and remove the metalliferous minerals from the referenced state lands. In order to commence with mining on state lands a lessee must first gain the approval of the School and Institutional Trust Lands Administration (the "Trust Lands Administration") and the Division of Oil Gas and Mining ("DOGM"). As part of the review process the Trust Lands Administration and DOGM is required to seek comment from other state agencies that have jurisdiction over mining operations in the State of Utah or agencies who's jurisdictional authority may include the effects of such an operation.

Pine Creek, a perennial stream, is identified on many state maps as an important recreational fishing stream and it also waters the Bicknell Bottoms Waterfowl Management Area.

The Division of Water Rights has notified Mr. Coleman that a Utah Stream Alteration Permit is required before approval to commence can be granted.

Enclosed is a copy of Mr. Coleman's Notice of Intent to Commence Mining as required by DOGM. Could you please review this notice and provide the Trust Lands Administration and DOGM with any comments or stipulations that you feel should be included as part of the approval.

Sincerely,

William M. Stokes

Minerals Resource Specialist

cc: Tony Gallegos, DOGM

John F. Kimball Jr., Director, DWR Joe Valentine, Development, DWR